COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

LOGAN TELEPHONE COOPERATIVE)
CORPORATION'S PROPOSED TARIFF)
FILING TO ESTABLISH NON-RECURRING) CASE NO. 10284
CHARGES)

ORDER

On May 20, 1988, Logan Telephone Cooperative Corporation ("Logan") filed a proposed tariff with the Commission to establish charges for directory assistance and call tracing, along with several text changes.

Discussion

Logan proposed a charge for directory assistance. Presently, there is no additional charge to customers for this service and for this reason Logan believes that customers have no incentive to limit their usage of the service.

The proposed charge will consist of a fee of \$.30 per directory assistance call with a call allowance of three calls per access line per month. Logan indicates that implementation of this charge would allow it to recover from those customers who exceed their allowance a portion of its cost of providing directory assistance.

Another charge proposed by Logan is a charge of \$50.00 for tracing of harassing calls. Presently, this service is provided at no additional expense to the requesting party; therefore, the cost of operation is borne by all customers. Logan is of the

opinion that customers who utilize this service should bear the cost of providing it.

Insofar that the cost of providing the proposed services set out in this Order have been included in the local exchange rates, the Commission is of the opinion that an absorption test is necessary to determine the reasonableness and the revenue effect the proposed charges would have upon the company.

Logan proposed June 18, 1988 as the effective date for the proposed charges. However, the Commission is of the opinion and finds that pursuant to RRS 278.190, further proceedings are necessary in order to determine the reasonableness of the proposed tariff.

IT IS THEREFORE ORDERED that:

1. The proposed rates and charges be and they hereby are suspended for 5 months on and after the date of this Order. The sections of the tariff hereby suspended are:

```
lst Revised Page No. 5, Section A
lst Revised Page No. 6, Section A
lst Revised Page No. 9, Section A
2nd Revised Page No. 13, Section A
lst Revised Page No. 17, Section A
lst Revised Page No. 10, Section B
lst Revised Page No. 13, Section B
2nd Revised Page No. 1, Section M
lst Revised Page No. 2, Section M
lst Revised Page No. 4, Section M
2nd Revised Page No. 6, Section M
```

- 2. Logan shall provide notice of the proposed rates and charges in accordance with the provisions set out in 807 KAR 5:011, Sections 8(2) and (3).
- 3. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 13th day of June, 1988.

PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director